Response Due Date: June 15, 2009

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UNITED STATES BANKRUPTCY COURT SOUTHERN DISTRICT OF NEW YORK

OBJECTION OF AVL INSTRUMENTATION & TEST SYSTEMS, INC. TO NOTICE OF (I) DEBTORS' INTENT TO ASSUME AND ASSIGN CERTAIN EXECUTORY CONTRACTS, UNEXPIRED LEASES OF PERSONAL PROPERTY, AND UNEXPIRED LEASES OF NONRESIDENTIAL REAL PROPERTY AND (II) CURE AMOUNTS RELATED THERETO

AVL Instrumentation & Test Systems, Inc., formerly known as AVL North America, Inc. or AVL N.A., Inc., (hereinafter "AVL"), a creditor and interested party, objects to the Notice of (I) Debtors' Intent to Assume and Assign Certain Executory Contracts and Unexpired Leases and (II) Cure Amounts Related Thereto ("Assumption Notice") served upon by the above captioned debtors and debtors-in-possession (collectively, the "Debtors") pursuant to the Court's Bidding Procedures Order (Docket No. 274). In support of the objection, AVL states:

- 1. The Debtors are parties to executory contracts with AVL.
- 2. The Debtors have proposed assuming and assigning certain of AVL's executory contracts (the "Designated Contracts").

- 3. AVL objects to the Assumption Notice to the extent that no Cure Amount is identified by the Debtors. AVL is owed a substantial sum for pre-petition goods and/or services provided to the Debtors.
- 4. AVL also objects to the extent that the Debtors' Notice would allow payment of less than all pre-petition and post-petition obligations owed by Debtors to AVL, as is required by § 365 of the Bankruptcy Code. *In re Burger Boys*, 94 F.3d 755, 763 (2nd Cir. 1996).
- 5. AVL further objects to the extent Debtors' Notice would allow assumption of executory contracts without satisfying the requirements in § 365(b)(1). *See also Aetna Casualty* & *Surety Co. v. Gamel*, 45 B.R. 345, 348 (N.D.N.Y. 1984) (citing *In re Luce Industries, Inc.*, 8 B.R. 100, 104 (Bankr. S.D.N.Y 1980) *rev'd on other grds.*, 14 B.R. 529 (S.D.N.Y. 1981)).
- 6. AVL reserves any and all rights arising from or associated with the Designated Contracts.
- 7. Because the legal and factual authority upon which AVL relies are incorporated into this objection, AVL respectfully requests that the Court deem satisfied or, alternatively, waive any requirement of the filing of a separate memorandum of law contained in Local Bankruptcy Rule 9013-1(a).
- 8. Because AVL files this objection before having all necessary information regarding the Designated Contracts or the proposed Cure Amounts, AVL reserves the right to amend this objection to include additional facts or arguments as may be determined by further investigation and also to raise such other and further objections to any proposed assumption and assignment or Cure Amounts with respect to AVL's Designated Contracts.

WHEREFORE, AVL respectfully requests that the Court enter an order (a) sustaining this objection in its entirety and denying the assumption and assignment of AVL's executory

contracts on the terms proposed by the Debtors, (b) reserving its rights in connection with any Designated Contracts or Cure Amounts listed and (c) providing AVL with such other and further relief as is appropriate.

Respectfully submitted,

KERR, RUSSELL AND WEBER, PLC

By:/s/P. Warren Hunt

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Dated: June 12, 2009

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Counsel for AVL Instrumentation & Test Systems, Inc.

UNITED STATES BANKRUPTCY COURT SOUTHERN DISTRICT OF NEW YORK

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In re : Chapter 11

GENERAL MOTORS CORP., et al., : Case No. 09-50026 (REG)

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Debtors. : (Jointly Administered)

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CERTIFICATE OF SERVICE

I hereby certify that on June 12, 2009, I electronically filed the foregoing Objection to the Notice of (I) Debtors' Intent to Assume and Assign Certain Executory Contracts and Unexpired Leases and (II) Cure Amounts Related Thereto, Exhibit A and this Certificate of Service with the Clerk of the Court using the ECF system which will send notification of such filing to all ECF participants. A copy of this document was also served on the following parties on June 12, 2009 via Federal Express mail:

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Chambers Copy

Hon. Robert E. Gerber United States Bankruptcy Court Southern District of New York One Bowling Green, Room 621 New York, New York 10004-1408

/s/ P. Warren Hunt

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Dated: June 12, 2009